

MINUTES OF THE MEETING OF THE BOARD OF PUBLIC WORKS, NOVEMBER 23, 1964.

The Board of Public Works held a Special Meeting in the Office of the Governor, State House, Annapolis, Maryland, on Monday, November 23, 1964.

There were present:

J. Millard Tawes, Governor
Louis L. Goldstein, Comptroller
John A. Luetkemeyer, Treasurer

Also attending the meeting were:

Mr. Bernard F. Nossel, Chief Deputy Comptroller
Mr. J. J. Dantone, Accountant II, Comptroller's Office.

STATE TAX RATE:

1- Mr. Bernard F. Nossel, Chief Deputy Comptroller, accompanied by Mr. J. J. Dantone, and several members of the State Comptroller's Office, appeared before the Board. Mr. Dantone presented an analysis of the Annuity Bond Fund Reserve. As a result of the studies made and the analysis presented, it was agreed that the State Tax Rate for the 1965 taxable year should be raised to 18¢ per \$100.00 of assessable property.

2- The State Comptroller submitted to the Board the following six (6) statements in connection with the servicing of the bonded debt of the State:

a. "To the Honorable,

The Board of Public Works of Maryland:

Re: General Public School Construction Loan of 1949, authorized by Chapter 488 of the Acts of 1949.
General Public School Construction Loan of 1953, authorized by Chapter 609 of the Acts of 1953.
General Public School Construction Loan of 1956, authorized by Chapter 80 of the Acts of 1956.
General Public School Construction Loan of 1962, authorized by Chapter 25 of the Acts of 1962.
General Public School Construction Loan of 1963, authorized by Chapter 542 of the Acts of 1963.

"I hereby certify that all payments of principal and interest on bonds of the loans listed above, issued pursuant to the Acts of the General Assembly authorizing said loans, have been met during the current year (1964) from the payments received from each of the Counties and the City of Baltimore, as more particularly provided in the aforesaid Acts authorizing the loans, and that it is in order for the Board of Public Works to advise the Governor accordingly, preliminary to the issuance of a Proclamation by the Governor publicly declaring that the State taxes provided for in the aforesaid Acts of the General Assembly shall not be collected or levied in the taxable year 1965.

S/ Louis L. Goldstein."

b. "To the Honorable,

The Board of Public Works of Maryland:

Re: Maryland Port Authority Loan of 1958,
authorized by Chapter 100 of the Acts of 1958.

"I hereby certify that all payments of principal and interest due and payable in the calendar year 1964 on the \$7,800,000 bonds of Maryland Port Authority Loan of 1958, have been paid, and that funds sufficient to meet all payments of principal and interest due and payable on Bonds totaling \$9,300,000 in the calendar year 1965 have been received.

"This certification is furnished in compliance with the provisions of Section 8(G) as enacted by Chapter 100 of the Acts of 1958, that the State Comptroller certify to the Board of Public Works that it will not be necessary to levy State taxes in the calendar year 1965 to provide money for the principal and interest due in that year on the Maryland Port Authority Loan of 1958.

"The law further prescribes that upon ascertaining such fact by the Board of Public Works the Governor shall, by Proclamation issued pursuant to Resolution of the Board of Public Works, publicly declare that the State taxes provided for in Sub-section (C) shall not be levied or collected in said current year.

S/ Louis L. Goldstein."

(cont.)

c. "To the Honorable,
The Board of Public Works of Maryland:
Re: Department of Employment Security Building Loan of 1958,
authorized by Chapter 51 of the Acts of 1958.

"I hereby certify that all payments of principal and interest due and payable in the calendar year 1964 on the \$4,000,000 bonds of Department of Employment Security Building Loan of 1958 have been paid, and that funds sufficient to meet all payments of principal and interest due and payable on these bonds in the calendar year 1965 have been received.

"This certification is furnished in compliance with the provisions of Section 9 as enacted by Chapter 51 of the Acts of 1958, that the State Comptroller certify to the Board of Public Works that it will not be necessary to levy State taxes in the calendar year 1965 to provide money for the principal and interest due in that year on the Department of Employment Security Building Loan of 1958.

"The law further prescribes that upon ascertaining such fact by the Board of Public Works the Governor shall, by Proclamation issued pursuant to Resolution of the Board of Public Works, publicly declare that the State taxes provided for in Section 9 shall not be levied or collected in said current year.

S/ Louis L. Goldstein."

d. "To the Honorable,
The Board of Public Works of Maryland:
Re: Maryland Port Authority Second Loan of 1961,
authorized by Chapter 422 of the Acts of 1961.

"I hereby certify that, as of this date, no Bond Certificates have been issued on the subject loan. In addition, it is not anticipated that any will be issued prior to December 31, 1964.

"This certificate is furnished in compliance with the provisions of Section I, 8A(h) as enacted by Chapter 422 of the Acts of 1961, that the Comptroller certify to the Board of Public Works that it will not be necessary to levy taxes in the calendar year 1965 to provide money for principal and interest due in that year on the Maryland Port Authority Second Loan of 1961.

"The law further prescribes that upon ascertaining such fact by the Board of Public Works the Governor shall, by Proclamation issued pursuant to Resolution of the Board of Public Works, publicly declare that the State taxes provided for in Section I, 8A(h) shall not be levied or collected in said current year.

S/ Louis L. Goldstein."

e. "To the Honorable:
The Board of Public Works of Maryland:
Re: General Sanitary Facilities Construction Loan of 1963,
authorized by Chapter 719 of the Acts of 1963.

"I hereby certify that, as of this date, no Bond Certificates have been issued on the subject loan. In addition, it is not anticipated that any will be issued prior to December 31, 1964.

"This certification is furnished in compliance with the provisions of Section 7 as enacted by Chapter 719 of the Acts of 1963, that the State Comptroller certify to the Board of Public Works that it will be necessary to levy taxes in the calendar year 1965 to provide money for Principal and Interest due in that year on the General Sanitary Facilities Loan of 1963.

"The law further prescribes that upon ascertaining such fact by the Board of Public Works the Governor shall, by Proclamation issued pursuant to Resolution of the Board of Public Works, publicly declare that the State taxes provided for in Section 7 shall not be levied or collected in said current year.

S/ Louis L. Goldstein."

f. "To the Honorable,
The Board of Public Works of Maryland:
Re: Airport Development Program and Construction Loan of 1964,
authorized by Chapter 117 of the Acts of 1964.

(cont.)

(State Tax Rate-2f)

"I hereby certify that, as of this date, no Bond Certificates have been issued on the subject loan. In addition, it is not anticipated that any will be issued prior to December 31, 1964.

"This certificate is furnished in compliance with the provisions of Section 7 as enacted by Chapter 117 of the Acts of 1964, that the State Comptroller certify to the Board of Public Works that it will not be necessary to levy taxes in the calendar year 1965 to provide money for principal and interest due in that year on the Airport Development Program and Construction Loan of 1964.

"The law further prescribes that upon ascertaining such fact by the Board of Public Works the Governor shall, by Proclamation issue pursuant to Resolution of the Board of Public Works, publicly declare that the State taxes provided for in Section 7 shall not be levied or collected in said current year.

S/ Louis L. Goldstein."

The Board approved the statements submitted by the State Comptroller and referred them to the Governor for the purpose of issuing the necessary Proclamations, as set forth in the statements.

3- The State Comptroller also submitted to the Board the "Certificate Regarding Debt Service Payments and Sinking Fund Deposits for the New Marsh Wholesale Produce Market Authority Bonds", reading as follows:

"The undersigned hereby certifies to the Board of Public Works of Maryland as follows:

"(a) The following principal installments of The New Marsh Wholesale Produce Market Authority Bonds became due and payable on March 1, 1964, being the only installments of principal due in 1964:

Bonds dated March 1, 1959	\$80,000.00
Second Series Bonds dated March 1, 1960	7,000.00
Third Series Bonds dated September 1, 1961	11,000.00

"Interest on bonds of the Authority was due and payable in the calendar year 1964 in the aggregate amount of \$34,736.25, as follows:

<u>Bonds Dated March 1, 1959</u>	
March 1, 1964	\$14,420.00
September 1, 1964	13,300.00
<u>Bonds Dated March 1, 1960 - Second Series</u>	
March 1, 1964	1,397.50
September 1, 1964	1,283.75
<u>Bonds Dated September 1, 1961 - Third Series</u>	
March 1, 1964	2,250.00
September 1, 1964	<u>2,085.00</u>
Total Interest	\$34,736.25

"Said payments have been made or provided for by transfer to the Mercantile-Safe Deposit and Trust Company, Paying Agent, of the sum of \$132,736.25

"(b) The following principal installments of The New Marsh Wholesale Produce Market Authority Bonds will become due and payable on March 1, 1965, in the following amounts:

Bonds dated March 1, 1959	\$80,000.00
Bonds dated March 1, 1960 Second Series	7,000.00
Bonds dated September 1, 1961 Third Series	<u>11,000.00</u>
	\$98,000.00

(cont.)

(State Tax Rate-3b)

"Interest on bonds of the Authority will be due and payable in the calendar year 1965 in the aggregate amount of \$31,938.75, as follows:

<u>Bonds Dated March 1, 1959</u>	
March 1, 1965	\$13,300.00
September 1, 1965	12,180.00
<u>Bonds Dated March 1, 1960 - Second Series</u>	
March 1, 1965	1,283.75
September 1, 1965	1,170.00
<u>Bonds Dated September 1, 1961 - Third Series</u>	
March 1, 1965	2,085.00
September 1, 1965	1,920.00
Total Interest	\$31,938.75

"Total debt service on the bonds payable in 1965 will be \$129,938.75.

"(c) As of the date of this Certificate, there is credited to the Sinking Fund maintained by the Treasury Department of the State of Maryland on behalf of the Authority and the bond holders, available to pay the debt service on the bonds, the sum of \$70,199.11, being the amount deposited by the Authority into the Sinking Fund of the date hereof.

"IN WITNESS WHEREOF, we have hereunto set our hands and our official seals this 6th day of October, 1964.

S/ Hyman A. Pressman
Hyman A. Pressman
Secretary-Treasurer of The
New Marsh Wholesale Produce
Market Authority

S/ Louis L. Goldstein
Louis L. Goldstein
Comptroller of the
State of Maryland."

The Board approved the above statement submitted by the State Comptroller and ordered it filed.

4- The State Comptroller also submitted to the Board the following statement relating to the levying of State taxes for the taxable year 1965:

"To the Honorable,
The Board of Public Works:

"I hereby submit the following statement of the estimated requirements for levying State taxes for the taxable year 1965 to provide the taxes for each of the State loans herein specified, to be used to pay the installments of principal and interest thereon:

	% Ratio	Cents per \$100.00 1965
Armory Loan of 1948	.002686	.05
General Construction Loan of 1949	.077887	1.40
General Public School Assistance Loan of 1949	.093261	1.88
Maryland School for the Blind Loan of 1949	.001697	.03
General Construction Loan of 1950	.018427	.33
Mental Hospital Construction Loan of 1950	.012623	.23
General Construction Loan of 1951	.080085	1.44
Civil Defense Loan of 1951	.004514	.08
The Johns Hopkins University Loan of 1951	.006798	.12
St. Mary's Seminary Junior College Loan of 1951	.002272	.04
General Construction Loan of 1952	.103727	1.87
General Construction Loan of 1953	.068100	1.23
General Construction Loan of 1954	.036386	.66
State Office Building Loan of 1954	.009373	.17
St. John's College Loan of 1954	.001146	.02
General Construction Loan of 1955	.041007	.74
State Office Building Loan of 1956	.026336	.47
General Construction Loan of 1956	.040554	.73
St. John's College Loan of 1956	.002383	.04

(cont.)

(State Tax Rate-4)

	<u>%Ratio</u>	Cents per \$100.00 <u>1965</u>
General Construction Loan of 1957	.073602	1.32
Sewage Treatment Plant Loan of 1957	.019832	.36
General Construction Loan of 1958	.027228	.49
General Construction Loan of 1959	.055253	.99
Loyola College Loan of 1959	.003533	.06
Baltimore City Jail Loan of 1960	.003903	.07
General Construction Loan of 1960	.058591	1.05
Johns Hopkins University Loan of 1960	.005990	.11
General Construction Loan of 1961	.027069	.49
Maryland Port Authority First Loan of 1961	.024652	.44
General Public Junior or Community College Construction Loan of 1961	.021508	.39
(1) County Jail Loan of 1961	-	-
General Construction Loan of 1962	.020248	.36
Sewage Treatment Works Loan of 1962	.000393	.01
Provident Hospital Loan of 1962	.000441	.01
Baltimore City Jail Loan of 1962	.001619	.03
General Public Junior or Community College Construction Loan of 1962	.003929	.07
Washington College Loan of 1962	.000961	.02
Area Redevelopment Loan of 1962	.000372	.01
General Construction Loan of 1963	.011592	.21
General Construction Loan of 1964	.003142	.06
New Marsh Wholesale Produce Market Authority Loan of 1957	<u>.006880</u>	<u>.12</u>
	<u>100%</u>	<u>18.00</u>

"This statement is submitted in pursuance of the requirement contained in the several Acts of the General Assembly authorizing the issuance of said loans, that the Board of Public Works, on or before December 1, 1964, 'shall certify to the governing bodies of each of the counties and Baltimore City the rate of State tax on each \$100.00 of assessable property necessary to produce the revenues to meet all interest and principal which shall be payable to the close of the next ensuing calendar year on all certificates theretofore issued or theretofore authorized by Resolution of the Board of Public Works to be issued, and that the governing bodies of each of the counties and Baltimore City shall forthwith levy and collect such tax at such rate.'


S/ Louis L. Goldstein

(1) Not included in Tax Distribution--Excess Funds in Account."

5- After due consideration of the information submitted to the Board in the above items, the Board voted unanimously to set the State Tax Rate for the 1965 taxable year at eighteen cents (18¢) per \$100.00 of assessable property. The Secretary was instructed to certify to the Governing Body in each of the Counties and Baltimore City as to the 1965 State Tax Rate.

ADJOURNMENT:

There being no further business, the meeting was adjourned.


Andrew Heubeck, Jr.
Secretary

